LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6113 NOTE PREPARED: Apr 10, 2013 **BILL NUMBER:** SB 305 **BILL AMENDED:** Apr 10, 2013

SUBJECT: Child Care Regulation.

FIRST AUTHOR: Sen. Holdman

BILL STATUS: 2nd Reading - 2nd House

FIRST SPONSOR: Rep. Kubacki

FUNDS AFFECTED: X GENERAL IMPACT: State

X DEDICATED FEDERAL

Summary of Legislation: (Amended) This bill has the following provisions:

- (1) Specifies requirements that must be met by a child care provider as a condition of eligibility to receive a federal Child Care and Development Fund (CCDF) voucher payment.
- (2) Requires the Committee on Child Care to study and make certain recommendations during the 2013 interim.

(The introduced version of this bill was prepared by the Committee on Child Care.)

Effective Date: July 1, 2013.

<u>Explanation of State Expenditures:</u> Summary: This bill is expected to increase the workload of the Division of Family Resources (DFR) to oversee implementation of the requirements of the bill as they apply to child care providers.

Additional Information:

(Revised) *Division of Family Resources*: This bill establishes new requirements for child care providers as a condition of receiving Child Care Development Fund (CCDF) voucher payments. The Family and Social Services Administration (FSSA) reports the DFR currently annually inspects child care providers who receive CCDF voucher payments to ensure they meet requirements in current law. If this bill increases the number of

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child care providers found in noncompliance, it is expected to increase DFR workload to reinspect child care providers for compliance and provide remediation for those providers found in noncompliance. The FSSA reports the increases in workload will be absorbed under current staff and resource levels.

Information from FSSA: FSSA reports the following information regarding child care facilities in the state and their associated caregivers since September 2011.

Total Child Protection Index Checks Performed Between September 2011 and October 2012		
Provider Type	Number of Programs/Facilities	Number of Caregivers
Center, Exempt	236	1,179
Center, Licensed	604	12,181
Home, Exempt	499	864
Home, Licensed	2,859	8,554
Ministry	783	9,705
Total	4,981	32,483

[The FSSA reports that of the data provided above, not all facilities report total number of staff and volunteers utilized in their operation. The data above also does not differentiate between child care provider employees and volunteers. Because of the limitations of the data, the actual fiscal impact may be greater than the estimates provided in this fiscal impact statement.]

Committee on Child Care: The bill also requires the Committee on Child Care to study certain topics concerning child care. This requirement is expected to be accomplished during the regularly scheduled meetings of the Committee and should result in no additional state impact.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: FSSA.

Local Agencies Affected:

<u>Information Sources:</u> Christina Hage, FSSA; Melanie Brizzi, Bureau of Child Care.

Fiscal Analyst: Bill Brumbach, 232-9559.

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